

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF HENDERSON COUNTY)	
WATER DISTRICT FOR (1) ISSUANCE OF)	
CERTIFICATE OF CONVENIENCE AND)	CASE NO.
NECESSITY; (2) AUTHORIZATION TO BORROW)	99-388
FUNDS AND TO ISSUE ITS EVIDENCE OF)	
INDEBTEDNESS THEREFOR; AND (3))	
AUTHORITY TO ADJUST RATES)	

ORDER

On May 8, 2000, Henderson County Water District (“Henderson District”) filed an application for Commission approval of proposed rates. The proposed rates for water service would generate additional annual revenues of \$97,547, an increase of 5.87 percent above normalized operating revenues. The proposed rates would increase the average residential bill by \$1.45 or 6.87 percent. Henderson District also proposed several new non-recurring charges and increased certain existing non-recurring charges.

By Order dated September 19, 2000, the Commission issued a Staff Report that was prepared upon review of Henderson District’s test-year operations. Staff’s report recommended that the proposed revenue increase be granted, that the proposed non-recurring charges be approved with certain modifications, and that rates be granted as shown in the cost-of-service study as attached thereto. The Order granted 10 days to file written comments regarding the Staff Report or requests for a hearing or informal conference. By letter dated September 28, 2000, Henderson District accepted the

recommendations of the Staff Report. No comments were received from the Office of Attorney General.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and should be adopted as the findings of the Commission.

2. The rates in Appendix A will produce annual revenue from water sales of \$1,804,538.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Henderson District are denied.

2. The findings contained in the Staff Report are adopted and incorporated by reference into this Order as if fully set out herein.

3. The rates in Appendix A are approved for service rendered by Henderson District on and after the date of this Order.

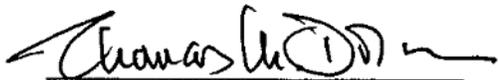
4. Within 30 days of the date of this Order, Henderson District shall file with the Commission its revised tariff setting out the rates approved herein.

5. Three years from the date of this Order Henderson District shall file an income statement, along with any pro forma adjustments, in sufficient detail to demonstrate that the rates approved herein are sufficient to meet its operating expenses and annual debt service requirements.

Done at Frankfort, Kentucky, this 1st day of November, 2000.

By the Commission

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 99-388 DATED NOVEMBER 1, 2 000

The following rates and charges are prescribed for the customers in the area served by Henderson County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8 Inch x 3/ 4 Inch Meter

First	2,000 gallons	\$ 10.90	Minimum bill
Next	8,000 gallons	3.90	per 1,000 gallons
Next	20,000 gallons	3.48	per 1,000 gallons
Over	30,000 gallons	2.98	per 1,000 gallons

1 Inch Meter

First	5,000 gallons	\$ 22.60	Minimum bill
Next	5,000 gallons	3.90	per 1,000 gallons
Next	20,000 gallons	3.48	per 1,000 gallons
Over	30,000 gallons	2.98	per 1,000 gallons

1 ½ Inch Meter

First	10,000 gallons	\$42.10	Minimum bill
Next	20,000 gallons	3.48	per 1,000 gallons
Over	30,000 gallons	2.98	per 1,000 gallons

2 Inch Meter

First	16,000 gallons	\$ 62.95	Minimum bill
Next	14,000 gallons	3.48	per 1,000 gallons
Over	30,000 gallons	2.98	per 1,000 gallons

3 Inch Meter

First	30,000 gallons	\$ 111.60	Minimum bill
Over	30,000 gallons	2.98	per 1,000 gallons

4 Inch Meter

First	50,000 gallons	\$ 171.16	Minimum bill
Over	50,000 gallons	2.98	per 1,000 gallons

6 Inch Meter

First 100,000 gallons	\$ 320.07	Minimum bill
Over 100,000 gallons	2.98	per 1,000 gallons

Fire Department	\$10.90	Per month
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Non-Recurring Charges

Meter Connection/Tap-on Charge

5/8 Inch x 3 /4 Inch	\$475.00
All Larger Meters	Actual Cost

Connection/Turn-on Charge	25.00
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Connection/Turn-on Charge-After Hours	40.00
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Field Collection Charge	25.00
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Late Payment Penalty	10%
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Meter Relocation Charge	Actual Cost
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Meter Re-read Charge	25.00
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Meter Test Charge	50.00
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Re-connection Charge	50.00
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Re-connection Charge-After Hours	65.00
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Returned Check Charge	20.00
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Service Call/Investigation	25.00
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Service Call/Investigation-After Hours	40.00
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Service Line Inspection	40.00
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